

FEDERAL BUREAU OF INVESTIGATION

Reporting Office MILWAUKEE	Office of Origin MILWAUKEE	Date 10/23/61	Investigative Period 10/7/61 - 10/13/61
TITLE OF CASE FRANK PETER BALISTRIERI, aka Frankie Bell;		Report made by SA [redacted] b7C	Typed By: el
		CHARACTER OF CASE BRIBERY	

REFERENCE

Milwaukee airtel to Director dated October 13, 1961.

-P-

LEADS

MILWAUKEE DIVISION:

Maintain confidential contact with [redacted] subject's activities within IRS.

Maintain contact with [redacted] and cover any additional meetings that may take place between [redacted] and subject BALISTRIERI.

58-5008

Approved: [Signature] Special Agent in Charge	Do not write in spaces below
Copies: 4 - Bureau (RM) <i>ICC det 8-17-62</i> 1 - USA, Milwaukee 2 - Milwaukee (58-81)	<div style="display: flex; justify-content: space-between;"> <div> 58-5008-1 <i>file</i> <i>ST. PAUL</i> </div> <div style="border: 1px solid black; padding: 5px;"> REC-11 MCT-14 1-102 </div> </div>

COVER PAGE

1 cc XAC Criminal Division
 Form 24-10-31-61
 100-11541

MI 58-81

Referral/Direct

ADMINISTRATIVE



[redacted] the case of FRANK BAILEY [redacted]
has confidentially furnished the following information [redacted]
This information was obtained [redacted]
when [redacted] was discreetly contacted in an effort to
identify [redacted]

[redacted] are [redacted]
[redacted] [redacted]

Referral/Direct

MI 58-81

Referral/Direct

[REDACTED]

[REDACTED] plays golf with and goes to the horse races in Chicago
[REDACTED] who has prepared income
tax returns for some of BALISTRERI's enterprises and has also
prepared returns for some of BALISTRERI's alleged hoodlum
associates. [REDACTED]

[REDACTED] b7C

[REDACTED] described [REDACTED] as somewhat naive
and inclined to be too talkative.

Referral/Direct

[REDACTED]

[REDACTED] said that on a confidential basis, he will remain
alert to any inquiries which could originate with [REDACTED]
and so far as he was able, to the whereabouts of substantive
investigative information [REDACTED] regarding
BALISTRERI. [REDACTED] b7D

[REDACTED]

58-5008

b7C

b7D

1

MT 58-81



b7C

b7D

D

58-5008

1

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Milwaukee

Report of: SA [REDACTED] b7C
Date: October 23, 1961

Office: Milwaukee

Field Office File No: 58-81

Bureau File No.:

Title: FRANK PETER BALISTRIERI;
[REDACTED] b7C

Character: BRIBERY b7C

Synopsis:

[REDACTED]
identified as individual in apparent earnest conversation with BALISTRIERI on 10/7/61. On interview [REDACTED] said that BALISTRIERI is trying to get information from him relative to his [REDACTED] and [REDACTED] admits having given him limited information. [REDACTED] believes that BALISTRIERI will make additional efforts, although no offer made on either side. Sworn statement obtained [REDACTED] says he will co-operate. [REDACTED] USA says no element of entrapment present.

- P -

DETAILS:

At Milwaukee, Wisconsin:

58-5008

Date October 13, 1961

On October 7, 1961 the following observations were made by Special Agents [redacted] at Gallagher's Steak House, 829 North Third Street, Milwaukee. During the period eight PM October 7 until 1:30 AM October 8, 1961:

b7C

At approximately 9:30 PM FRANK BALISTRERI entered Gallagher's Restaurant and almost immediately proceeded to a table occupied by two men and two women described as follows:

Number 1 man:	Age	Approximately 40
	Height	5'10
	Weight	180
	Hair	Dark, wavy
	Features	Square jaw
Number 2 man:	Age	Approximately 55
	Height	5'8
	Weight	190
	Hair	Grey, quite bald, cut short
	Eyes	Wearing glasses
Number 1 woman:	Age	Approximately 45
	Height	5'5
	Weight	130
	Hair	Blond, long
	Clothes	Bright green dress
Number 2 woman:	Age	20 - 23
	Height	5'5
	Weight	110
	Hair	Dark

BALISTRERI pulled a chair to their table and conversed with them for a short time and then talked to their waitress apart from the table, and busied himself for twenty or thirty minutes around the restaurant. He returned to the table and visited additionally with them after which he went to answer a telephone call and while the call was pending, made an inquiry of the older of the two men, returned to the phone and then to the table. In approximately fifteen minutes, the group was joined by another individual described as approximately 45 years old, 5'8, 160 pounds, dark hair, balding, with gold-rimmed glasses.

On 10/7-8-9/61 at Milwaukee, WisconsinFile # MI 58-81by SA [redacted] and SA [redacted]Date dictated October 12, 1961

MI 58-81

From approximately 11:00 to 11:30 PM, all of the individuals were away from the table except BALISTRERI and the first described man, subsequently identified as [redacted] They talked earnestly together for approximately thirty minutes. b7C

At approximately 1:30 AM, October 8, 1961, all of the group except BALISTRERI left the restaurant and the man who came last was overheard to say good night [redacted] These three individuals apparently left together in a light colored 1956 Chevrolet coupe or convertible, license number not obtained, while the other two men left in two different cars, one described as a 1952 Chevrolet white Impala bearing a [redacted] and in a 1960 or 1961 Chevrolet bearing [redacted] b7C

The man described as number two man, being the oldest of the three men present, was surveilled [redacted] and the car was determined registered to [redacted] b7C

Later on October 9, 1961, this individual [redacted] at [redacted] and determined to be [redacted] The second individual whose license number was obtained was identified through the automobile registration as [redacted] who is known to be [redacted] of FRANK BALISTRERI, both of them having married [redacted]

Later on October 9, 1961 the individual [redacted] who had departed with women [redacted] was identified by Agents [redacted] b7C

Referral/Direct

-358 5008-

FEDERAL BUREAU OF INVESTIGATION

Date October 20, 1961

In accordance with telephone request of him made on the previous evening, [redacted] appeared at the FBI Office, Milwaukee at nine AM on October 12, 1961 and was immediately advised that while the FBI desired to talk to him, he was under no obligation to furnish any information. He was advised that he is entitled to the services of an attorney and that any information he did furnish could be used against him in a court of law. He was also reminded of the provisions of Section 1001, Title 18, United States Code and was placed under oath.

b7C

[redacted] furnished facts from which the following sworn statement was prepared, and he signed this statement at approximately three PM on October 12, 1961, the interview having been concluded at approximately 11:45 AM.

"Milwaukee, Wisconsin
October 12, 1961

"I, [redacted] being duly sworn, make the following voluntary statement to [redacted]

[redacted] who have identified themselves to me as Special Agents of the FBI. No threats or promises have been made to me to obtain this statement and I give it of my own free will. I have been advised that I am not required to make any statement, that anything I say can be used against me in a court of law and that I have a right to have an attorney.

b7C

"I was born on [redacted]
and I live [redacted]
consin. I am employed by [redacted]
at Milwaukee and I have been an employee [redacted]
[redacted]

b7C

"About two or three months ago I was introduced to Frank Balistrieri [redacted] whom I have known for many years. [redacted] asked me to meet him at the Fireside, a restaurant and bar located at 76th and Center Streets in Wauwatosa. This occurred one evening after dinner.

b7C

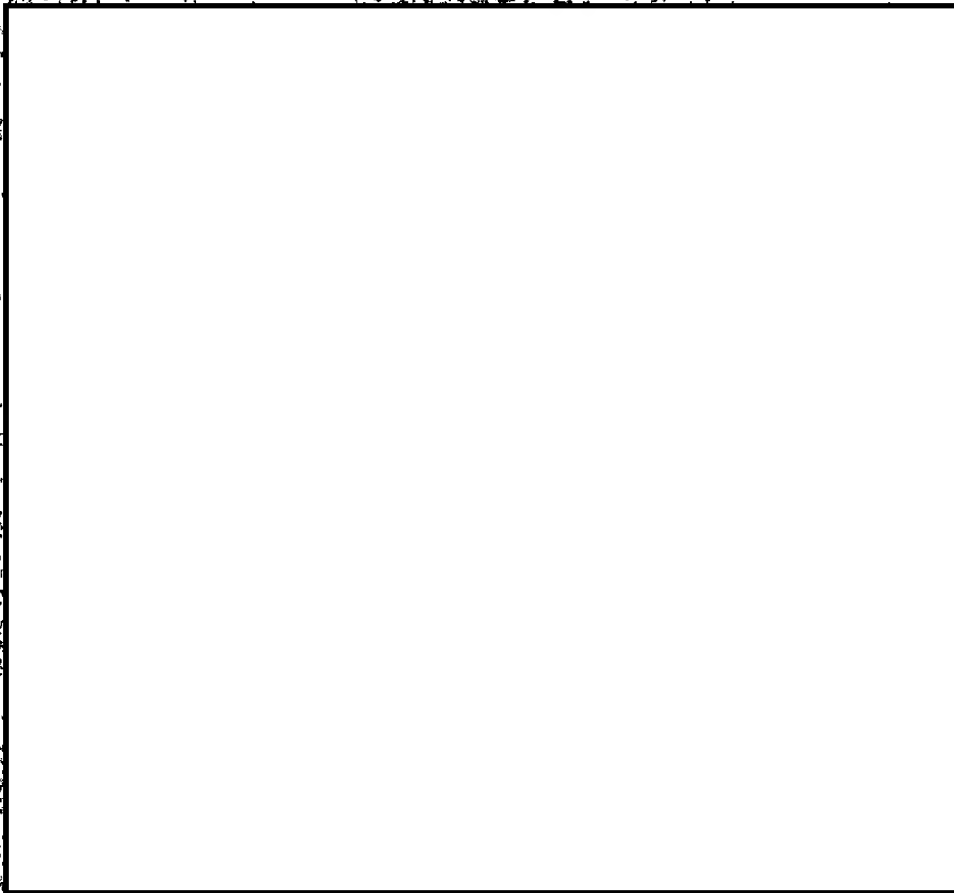
On 10/12/61 at Milwaukee, Wisconsin
by SAS [redacted]

File # MI 58-81
b7C

Date dictated Oct. 16, 1961

58-5008

MI 58-81



b7C
b7D

"Subscribed and sworn
to before me this 12th
day of October, 1961



Special Agent, F.B.I., Milwaukee,

Wis:

58-5008

Witnessed:



b7C

58-5008-1

Milwaukee, Wis.

MI 58-81

On October 13, 1961 the facts in this case were discussed in a preliminary way with United States Attorney JAMES B. BRENNAN and the sworn statement of [redacted] was exhibited to him. He said that based upon the information furnished that there was no indication of any element of entrapment, if BALISTRIERI made additional contact of [redacted] and made an offer of something of value [redacted] for information without solicitation on the part [redacted]

b7C

58-5008

12

CODE

11/16/61

TELETYPE

URGENT

EX 104

TO SAC MILWAUKEE (58-81)

REC-39

FROM DIRECTOR FBI (58-5003) - 2

FRANK PETER BALISTRERI, AKA; JOHN ENGLER, JR., BRIBERY, REUR
AIRTEL NOVEMBER THIRTEEN LAST. PROCEDURE OUTLINED IN REAIRTEL
HAS BEEN DISCUSSED WITH DEPARTMENTAL ATTORNEYS. DEPARTMENTAL
DESIRES ANY PRECIPITOUS ACTION ON PART OF [REDACTED] BE HELD IN
ABSTINENCE UNTIL AT LEAST DECEMBER ONE NEXT BY THAT TIME

BALISTRERI MAY BECOME AWARE OF [REDACTED] RETURN TO INVESTIGATIVE
DUTIES AND MAY HIMSELF RECONTACT [REDACTED] IF BALISTRERI HAS
NOT RECONTACTED [REDACTED] BY THAT TIME YOU SHOULD THEN RESUBMIT
YOUR RECOMMENDATIONS AS TO FURTHER ACTION.

NOTE: Balistreri is Milwaukee hoodlum who attempted to obtain
information from IRS files through contact with IRS Agent [REDACTED]
[REDACTED] when confronted admitted giving Balistreri
limited information but offered to assist in developing possible
bribery case against Balistreri. Balistreri has not recontacted
[REDACTED] since last meeting 10/27/61. [REDACTED] who has been assigned
[REDACTED] is scheduled to return to
[REDACTED] gative duties 11/17/61. Milwaukee Office proposed that
initiate contacts with Balistreri on 11/20 or 11/21/61 to
determine if Balistreri desirous of any further meetings.
Dept instructions being confirmed in memo to Dept.

58-5003 - 2

ER (7000)

VFL:rap:nad

VIA TELETYPE

NOV 16 1961

NOV 28 1961

FBI

Date: 11/13/61

Transmit the following in PLAIN TEXT

(Type in plain text or code)

Via AIRTELAIR MAIL

(Priority or Method of Mailing)

TO: DIRECTOR, FBI

FROM: SAC, MILWAUKEE (58-81)

SUBJECT: FRANK PETER BALISTRIERI, aka;

BRIBERY

Rerep of SA [redacted] Milwaukee, dated 10/23/61.

[redacted] advised today he has heard nothing further from Subject BALISTRIERI. [redacted] assignment as instructor [redacted] terminates 11/17/61. Thereafter he will return to investigative duties.

UACB no action will be taken through weekend of November 18-19-20-21-1961 thus giving BALISTRIERI further opportunity to contact [redacted]. If no contact is made, a controlled contact of BALISTRIERI by [redacted] will be made by telephone on 11/20 or 11/21/61. This contact will be made solely to determine whether BALISTRIERI desires further contact [redacted]. If such contact desired by BALISTRIERI, arrangements will be made for a meeting which will be covered by FISUR and MISUR. Extreme care will be exercised to avoid entrapment.

58-500

Referral/Direct

- ④ P - Bureau (AMX/am) (EX-104) 92-3116)
 2 - Milwaukee
 (1 - 58-81) (1 - 94-316)

RCT:ams

(6)

NOV 15 1961

Approved: [Signature]

Special Agent in Charge

Sent: [Signature]

Per: [Signature]

Assistant Attorney General
Herbert J. Miller, Jr.

November 21, 1961

Director, FBI

FRANK PETER BALISTRERI;

CRIBARI

REC'D-READING ROOM
FBI
NOV 21 1 10 PM '61

1-3 b7C

Frank Balistreri is the Milwaukee hoodlum who has previously been in contact with [redacted] soliciting information [redacted] When confronted, [redacted] admitted furnishing limited information to Balistreri but offered to assist in developing a bribery case against Balistreri. [redacted] temporary assignment as [redacted] at Milwaukee, terminated on November 17, 1961, and he is to be returned to investigative duties.

b7C

Balistreri has made no attempt to recontact [redacted] since the last meeting on October 7, 1961. [redacted] of the Department expressed the opinion on November 16, 1961, that [redacted] should take no action to initiate a contact with Balistreri until at least December 1, 1961. It was their opinion that by that time Balistreri might become aware of [redacted] return to investigative duties and himself initiate recontact [redacted] The Department Attorneys noted that in the event Balistreri does not contact Engler by December 1, 1961, a further course of action will then be considered, based on the situation as it exists at that time.

b7C

NOTE: This confirms discussion of this matter by Section Chief [redacted]

[redacted] of the Department on 11/16/61

58-5008 - 3

b7C

VFL:rmk/rap
(8)

EX-100
FBI
RECEIVED-REAR

NOV 21 1961
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FBI
RECEIVED-DIRECTOR

Assistant Attorney General
Herbert J. Miller, Jr.

Director, FBI

FRANK PETER BALISTRERI;

BRIBERY

December 5, 1961

1 - Mr. Belmont
1 - Mr. Evans
1 - Mr. Stanley
1 - Mr. McAndrews
1 - Mr. Loettaris

b7C

The matter of future contact between Milwaukee hoodlum Frank Balistreri and [redacted]

[redacted] discussed with [redacted] who were of the opinion that [redacted] should take no action to initiate contact with Balistreri until at least December 1, 1961. It was thought that by that time Balistreri would possibly become aware of [redacted] return to investigative duties from his training school assignment, and might himself recontact [redacted] for further information.

b7C

Since this has not come about, this matter was again discussed with [redacted] on December 4, 1961. It was agreed that [redacted] should make a controlled contact with Balistreri on December 5, 1961, being careful to avoid entrapment and indicating only to Balistreri that he was returning to his investigative duties.

b7C

You will be advised immediately of the results of this contact.

58-5008 - 4

58-5008 - 4

NOTE: Confirming discussion by #1 man [redacted] on 12/4/61. Balistreri's leading Milwaukee hoodlum who previously contacted [redacted] in order to obtain information [redacted]

b7C

DEC 5 - 1961
COMM-FBI

REC-12

58-5008 - 4

DEC 10 1961

DEC 11 1961

DEC 17 1961

65 DEC 11 1961

FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION
NOV 30 1961
TELETYPE

Mr. Tolson _____
Mr. Belmont _____
Mr. Mohr _____
Mr. Callahan _____
Mr. Conrad _____
Mr. DeLoach _____
Mr. Evans _____
Mr. Gale _____
Mr. Rosen _____
Mr. Sullivan _____
Mr. Tavel _____
Mr. Trotter _____
Tele. Room _____
Mr. Ingram _____
Miss Gandy _____

b7C

URGENT LL-30-61 3-06 PM SES

TO DIRECTOR, FBI

FROM SAC, MILWAUKEE /58-81/

FRANK PETER BALISTRIERI, [REDACTED], BRIBERY. REBUREAU

CALL THIS DATE. NO RECENT CONTACTS BETWEEN TWO SUBJECTS
KNOWN TO THIS OFFICE. [REDACTED] UNAVAILABLE FOR CONTACT THIS DATE,
BUT WILL BE INTERVIEWED DECEMBER ONE NEXT AND RECOMMENDATION
SUBMITTED FOLLOWING INTERVIEW.

END ACK PLS

4-09 PM OK FBI WA WS

62 DEC 12 1961

REC-29

DEC 7 1961

801-X3

b7C

58-5008-5

5

b7C

FEDERAL BUREAU OF INVESTIGATION
U. S. DEPARTMENT OF JUSTICE
COMMUNICATIONS SECTION
DEC 1 1961
TELETYPE

Mr. Tolson
Mr. Belmont
Mr. Mohr
Mr. Callahan
Mr. Conrad
Mr. DeLoach
Mr. Evans
Mr. Malone
Mr. Rosen
Mr. Sullivan
Mr. Tavel
Mr. Trotter
Tele. Room
Mr. Ingram
Miss Gandy

URGENT 12-1-61 PXXX-TXXX * GXXXXX 5-31PM GTC
TO DIRECTOR, FBI /58-5008/
FROM SAC, MILWAUKEE /58-81/ 1P

FRANK PETER BALISTRIERI, [REDACTED] BRIBERY. RE MILWAUKEE
TEL NOVEMBER THIRTY. [REDACTED] INTERVIEWED THIS DATE AND STATED
NO CONTACT FROM SUBJECT. IN LIGHT OF LAPSED TIME, RECOMMEND
COURSE OF ACTION OUTLINED IN MY AIRTEL NOVEMBER THIRTEEN LAST.

THIS CONTROLLED CONTACT WILL BE MADE NIGHT OF DEC. FIVE NEXT,
UACB, AND BUREAU WILL BE ADVISED OF RESULTS.

END ACK PLS

11 DEC 7 1961

6-34 PM OK FBI WA-35
64 DEC 12 1961
TU DISC

58-5008 - 6

12/7/61

Airtel

REC-39

To: SAC, Milwaukee

From: Director, FBI

FRANK PETER BALISTRERI

BRIBERY

Reurad December 5, 1961.

Course of action outlined in referenced radiogram approved by Department.

If deemed appropriate, pertinent interviews should be handled simultaneously to preclude rehearsal of facts following initial interviews.

Handle investigation promptly and surep, including opinion of United States Attorney at Milwaukee.

Advise Bureau by appropriate communication of any pertinent developments.

NOTE: [redacted] whom Milwaukee hoodlum Frank Balistreri attempted to obtain information [redacted] admitted furnishing limited information to Balistreri and offered cooperation in developing possible bribery case against Balistreri. Since Balistreri has not recently contacted [redacted] it was planned to have [redacted] telephonically contact Balistreri to determine if any further meeting or contact was desired by Balistreri in view of [redacted] return to investigative duties [redacted] [redacted] now states he does not desire to initiate contact with Balistreri as he is on tranquilizers and is concerned over previous heart condition. In view of this, open investigation being initiated consisting of interview of witnesses present at previous meetings between [redacted] Balistreri as well as interview of Balistreri. Departmental Attorney Henry Peterson concurs in this action.

VFL:sg
(5)

58-5008

b7C

DEC 13 1961

11 (Rev. 8)

DECODED COPY

Tolson _____
Belmont _____
Mohr _____
Callahan _____
Conrad _____
DeLoach _____
Evans _____
Malone _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Looney _____
Gandy _____

☐ Radio

☒ Teletype

URGENT 12-5-61 6:25 PM GTC

b7C

TO DIRECTOR

FROM SAC MILWAUKEE

052151

FRANK PETER BALISTRIERI, [REDACTED] BRIBERY. RE MYTELCON
THIS DATE WITH [REDACTED] ADVISING PROPOSED
TELEPHONE CONTACT FROM [REDACTED] TO BALISTRIERI THIS DATE WOULD
NOT BE MADE DUE TO [REDACTED] WHICH HAS CAUSED
[REDACTED] TO TELL HIM NOT TO GO THROUGH WITH IT. [REDACTED] ADVISES
HE IS UNDER CARE OF PHYSICIAN, IS TAKING TRANQUILIZERS AND
IS WORRIED ABOUT PREVIOUSLY EXISTING HEART CONDITION. WHEN
INTERVIEWED DECEMBER 1 LAST, [REDACTED] ALLUDED TO HIS [REDACTED]
[REDACTED] AND SAID HAD SEEN PHYSICIAN. ON DECEMBER 4 LAST,
[REDACTED]

b7C

WITH PROPOSED CONTACT WITH BALISTRIERI. IN LIGHT OF THIS Referral/Direct
FACT, UACB BY DECEMBER 11 NEXT, AND IN ABSENCE OF ANY CONTACT
FROM BALISTRIERI [REDACTED] THE FOLLOWING OPEN INVESTIGATION
WILL BE CONDUCTED. [REDACTED]
[REDACTED] WHO INTRODUCED [REDACTED] TO BALISTRIERI, WILL BE
INTERVIEWED. [REDACTED]
WHO, ACCORDING TO INFORMATION [REDACTED] RECENTLY OBTAINED FROM [REDACTED]
[REDACTED] TO SET UP A MEETING BETWEEN [REDACTED] b7C
[REDACTED] BALISTRIERI, WILL THEN BE INTERVIEWED, FOLLOWED
BY INTERVIEW OF BALISTRIERI AND ANY OTHER LOGICAL [REDACTED]
INVESTIGATION ARISING OUT OF INTERVIEWS. CASE WILL THEN [REDACTED]

REC-39

23 DEC 8 1961

58-5008

DECODED COPY

☐ Radio☒ Teletype

Tolson	_____
Belmont	_____
Mohr	_____
Callahan	_____
Conrad	_____
DeLoach	_____
Evans	_____
Malone	_____
Rosen	_____
Sullivan	_____
Tavel	_____
Trotter	_____
Tele. Room	_____
Ingram	_____
Gandy	_____

PAGE TWO FROM SAC MILWAUKEE 052151

BE PRESENTED TO USA, MILWAUKEE. NOTE THAT [REDACTED] SWORN STATEMENT INCLUDES INFO SUFFICIENT TO BRING IT WITHIN THE ELEMENTS OF T 18, S 201 AND 202. SUGGEST BUREAU MAY DESIRE TO DISCUSS THIS OR ANY OTHER PROPOSED COURSE OF ACTION WITH THE DEPT. INCLUDING BRINGING ABOVE INDIVIDUALS BEFORE FEDERAL GRAND JURY.

RECEIVED:

7:36 PM VLH

58-5008 - 7

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Milwaukee

Report of: SA [REDACTED]
Date: December 13, 1961

Office: MILWAUKEE

Field Office File No: MI 58-81

Bureau File No.

b7C

Title: FRANK PETER BALISTRERI;
[REDACTED]

Character: BRIBERY

Synopsis:

Contact maintained with [REDACTED] and he advises he had received no communication from BALISTRERI. Plans made for contact of BALISTRERI [REDACTED] for December 5, 1961. [REDACTED]

[REDACTED] views conducted with [REDACTED] both of whom furnished sworn statements advising details of request from BALISTRERI to [REDACTED] after which [REDACTED] who in turn arranged meeting between [REDACTED] BALISTRERI [REDACTED] to help BALISTRERI. [REDACTED] confirms details of first meeting between [REDACTED] BALISTRERI where BALISTRERI's tax matters discussed but claimed no knowledge of additional meetings or of BALISTRERI's relationship [REDACTED] until after October 7, 1961. Details discussed in full with USA JAMES B. BRENNAN, who is recommending to Department of Justice that a warrant be issued against BALISTRERI, charging him with violation of Title 18, Section 201, USC.

b7C

b7D

- P - 58-5008 - 8

DETAILS: At Milwaukee, Wisconsin

Date October 31, 1961

[redacted] was contacted at Heinemann's Coffee Shop, East Wisconsin and Water Streets, and said that he had not received any contact from BALISTRERI directly or indirectly and in fact did not anticipate any until the floor show at Gallagher's changed inasmuch as BALISTRERI has used the new show as an excuse to call [redacted] on each occasion to date.

[redacted] said that he has not received any indication from anyone [redacted] indicating that they are aware of his contact with this office and that he is quite anxious to redeem himself by helping us in any way possible to make this case.

[redacted] was again questioned as to whether any money had been paid by BALISTRERI or offer made by BALISTRERI for information, and he insisted that it had not been. Furthermore, he was anxious for this office to be aware of his financial status and said that with he and his wife both working his annual income was in the neighborhood of \$15,000 per year and that he would be glad to furnish a net worth statement listing all his assets and liabilities. He said that he would go back as far as necessary and it was suggested to him that he prepare it as of the first of the current year making it up to date.

58-5008 - 8

On 10/20/61 at Milwaukee, Wisconsin File # MT 58-51by SA [redacted] :ms Date dictated 10/25/61

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

MI 58-81

On November 13, 1961, [redacted] furnished to SA [redacted]
[redacted] a comparative net worth statement for himself
and his wife as follows:

b7C

58-5448-12-81

FEDERAL BUREAU OF INVESTIGATION

Date: November 22, 1961

[redacted] said that he had heard nothing at all from BALISTRERI since he was originally interviewed by this office. He said that he ordinarily would not have expected a call from BALISTRERI until there was a change of the show at Gallagher's, because BALISTRERI usually called him to come down and take in a show when the entertainment program had been changed. He said that there had been no change in the show at Gallagher's since he was contacted by this office. [redacted] said he had seen following the ads in this regard. b7C

[redacted] stated that he had thought carefully in an effort to recall any circumstances that might be of interest or assistance to this office with regard to the BALISTRERI situation. He reiterated that BALISTRERI had told [redacted] more about [redacted] case than he had told BALISTRERI about [redacted] b7C b7D

[redacted] He said that on one occasion BALISTRERI pointed out that he would base his defense on a claim that he received funds from his father. [redacted] this would account for assets uncovered [redacted] their investigation of BALISTRERI's net worth. Informant also said that he would use as a defense the claim of harassment, that is that [redacted] to "get him" without having reasonable grounds to do so. [redacted] said that BALISTRERI made the statement that he got an anonymous [redacted] b7C

[redacted] also said that on one occasion BALISTRERI stated that the Intelligence Division had written [redacted] community from prosecution [redacted] presumably so that [redacted] would have to [redacted] ANGLER said that he knew nothing about such a move [redacted] didn't even know [redacted] a leak in the [redacted] b7C

58-50012 - 8

11/13/61 at Milwaukee, Wisconsin

EX-58-81

AMS

b7C

Der.

11/17/61

MI 58-81

[redacted] said that he was still willing to go ahead with contacts between himself and BALISTRERI under direction of the FBI. He said that [redacted] would terminate on November 17, 1961, and he would presumably return to audit work under [redacted] beginning November 20, 1961. b7C

[redacted] was told that this office would be in touch with him on November 20, 1961, or November 21, 1961, with a view to having him phone BALISTRERI in the event BALISTRERI had not called by that time.

58-5008 - 8

Date December 13, 1961

[redacted] was interviewed and stated that he had not received contact from FRANK PETER BALISTRIERI in regard to any matter. [redacted] reasoned that, since he had not heard from BALISTRIERI over an extended period of time [redacted] had told BALISTRIERI that the FBI had questioned [redacted] and that this was the reason for no contact. b7C

It was recalled to the agents [redacted] that he had discussed the fact that he was being called for interview by the FBI, and [redacted] furnished new information in this regard as follows: b7C

At the time he had told [redacted] that he was to be interviewed by the FBI, the latter told [redacted] had asked [redacted] to put BALISTRIERI in touch with [redacted] and that [redacted] would set up the initial meeting between the two of them out of consideration of his friendship [redacted] b7C

[redacted] reiterated that BALISTRIERI had never given him anything of value for the information that he, [redacted] had given to BALISTRIERI. At this time, [redacted] was asked if he would swear to this statement and also to the fact that he had never given BALISTRIERI anything of a physical nature. [redacted] did swear that this was a true statement, namely, that nothing physical had ever passed between the two of them and that the only result of their contacts had been conversation. b7C

[redacted] was told by the interviewing agents that, if he desired, the FBI would discuss the proposed plan of action, namely, to have him remain in touch with BALISTRIERI at the FBI's instigation, and attempt to determine from the doctor if he [redacted] was physically able to go through with such a plan. [redacted] did not indicate that this would be necessary, and arrangements were perfected with him for him to call BALISTRIERI under the FBI's direction on the night of December 5, 1961. b7C

58-5008 - 6

On 12/1/61at Milwaukee, WisconsinFile # MI 58-81by SAs [redacted]

/ah

b7C

Date dictated 12/7/61

MI 58-21

On December 4, 1961, United States Attorney JAMES B. BRENNAN advised RICHARD C. THOMPSON that ERIC NELSON, District Director, Internal Revenue Service, had been in contact regarding captioned case and that NELSON planned to call the agents who are assigned to this case based on the fact that ENGLER had been in space when the doctor was under doctor's care. was extremely nervous and was taking tranquilizers for him. brought on in part by the activities of this case. NELSON went on to tell BRENNAN that Internal Revenue Service did not think ENGLER capable of carrying out the proposed plan.

NELSON did endeavor to make contact with SA THOMPSON on December 4 and his call was returned on the morning of December 5, at which time it was learned that he was not available at this time but that WALTER STUMPF, Assistant Director, knew all the facts and wanted to see the Agents.

Mr. STUMPF was contacted by the above agents on December 4, 1961, and he furnished the following information:

Subject ENGLER had been in to see Mr. NELSON on December 2 and had had about a 45 minute conversation with him, during which he spent most of the time in uncontrollable sobbing. He explained to NELSON that this matter had aggravated an existing nervous condition and, furthermore, that he was somewhat fearful of recurrence of a heart condition which he suffered some years ago. He explained to NELSON that he had been to see his doctor and also his doctor's wife, while he had not told them any details of the matter, had told them that a situation was causing his difficulty. His doctor gave him tranquilizers and he is presently taking about five per day and his doctor to do his normal work in an efficient manner. He explained to NELSON that he was scheduled to make contact with Subject BALISTRERI on our initiative, since BALISTRERI had not contacted him and he desired to know what he should do about it and how he should handle it because, while he desired to help in every way possible, he was worried about his health and future.

58-5008 - 8

MI 58-81

Mr. NELSON discussed the matter with the Regional Commissioner of IRS, DOUGLAS BARNES, Chicago, who, in turn, consulted with some other IRS official, or officials, and told NELSON that IRS flatly objected to the arrangement whereby ENGLER was to initiate contact with BALISTRERI, "based on all factors in the case, but principally upon the factor of Engler's physical well-being." Thereafter, according to Mr. STUMPF, NELSON then consulted with the United States Attorney, who reportedly told NELSON that, based on the facts that he now knew, he did not think ENGLER should go through with the proposed contact, but that his decision would be subject to change based on possible additional information in the possession of the FBI.

Mr. STUMPF said that, based upon his instructions from BARNES, the Regional Commissioner, he was going to call ENGLER in and tell him not to go through with the plan which we had proposed to ENGLER, namely, a telephone call to BALISTRERI. Mr. STUMPF said that, when we were through with ENGLER, the IRS Inspection Service would make a complete investigation of the matter, after which it would be up to the District Director to take such disciplinary action as might be warranted against ENGLER. This action could be severe, such as separation from the Service. Mr. STUMPF said that the whole restriction, as far as IRS was concerned, was limited to ENGLER making the first approach to BALISTRERI, and that if we desired to go along and wait for BALISTRERI to make an approach to ENGLER, ENGLER would then be duty-bound to report the results of such contact and then handling the matter in this fashion would be satisfactory to IRS. He said that, if we desired, IRS would hold up the inspection investigation and, in addition, would hold up taking any disciplinary action against ENGLER, awaiting the outcome of the case.

The matter was then discussed with United States Attorney BRENNAN, who said that NELSON told him the facts in the matter, but said he, NELSON, would go along with whatever BRENNAN and WALTER BARNES of the Department decided in the matter. It was agreed between the agents and Mr. BRENNAN that the responsibilities for the success of any contact between ENGLER and BALISTRERI were theirs, even if BALISTRERI initiated the contact. Therefore, another course of action was possibly called for.

58-5008 - 8

FEDERAL BUREAU OF INVESTIGATION

Date December 13, 1961

b7C

[redacted]

At the outset of the interview he was advised that instant matter involved possible fraud against the Government and/or misconduct by a Government employee. Agents were empowered to place him under oath and desired to do so. He was advised that he need not furnish any information to Agents, that he was free to consult with an Attorney and that any information he did furnish would be carefully recorded and could be used against him in a court of law. Following the above advice to him he said that he was willing to be placed under oath and willing to furnish any information in his possession to Agents.

As a result of interview conducted with him on December 11, 1961, [redacted] information was obtained which is set out in the sworn statement which follows. At the conclusion of the interview on December 11, 1961, he was informed that additional interviews were required after which it might be necessary to recontact him and he said he preferred that such additional contact be at a place [redacted] As a result of information obtained subsequent to the interview on December 11, 1961, he was contacted on December 12, 1961. He came to the Milwaukee office of the FBI where additional details were obtained from him and the composite of the interviews on December 11 and 12, 1961 are set out in the following statement:

"Milwaukee, Wisconsin
December 12, 1961

"I [redacted] being duly sworn, make the following statement to [redacted] who have identified themselves to me as Special Agents of the FBI. No threats or promises have been made to me to induce me to make this statement and I know that I have the right to consult with an attorney, and that anything I say can be used against me in a court of law.

b7C

"I have known Frank Balistreri since we were both

58-5008-8

On 12/11 & 12/12/61 Milwaukee, Wisconsin 58-5008-8

by SA [redacted] /ams

b7C

Date dictated 12/13/61

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

MI 58-81

[REDACTED]

b7C

"In the summer of 1961, I think in July, [REDACTED] told me that Frank Balistreri [REDACTED] and asked me if I could put him in touch with someone to give him some help. No name of the person to help was mentioned, although I immediately thought [REDACTED]. I called [REDACTED] promptly and repeated [REDACTED] request to him and asked him if he was willing for me to introduce him to Balistreri. He agreed and said he would give him any advice that he could. I then called [REDACTED] back and told him that [REDACTED] who was known to him, I believe through meetings at Aliotos, would meet Balistreri and help him. [REDACTED] said he would call Frank and arrange a meeting. This occurred a day or so after [REDACTED] original request. Balistreri then called me and although I'm not sure that [REDACTED] name was mentioned, I told him that I had someone who could give him advice. We set up a meeting on a week night at about 8 pm at the Fireside restaurant 76th and Center St. This was 3-4 days after [REDACTED] had first called this to my attention and asked for help.

b7C

"At this meeting, Frank Balistreri said that he thought he was in [REDACTED] trouble since [REDACTED] agent had contacted him to produce his books and records. [REDACTED] asked him if he was keeping double books, and Frank said no. He said some of his books had been burned up. He wondered if he should get an attorney or a tax man. [REDACTED] asked him if he had an accountant and he said that he did. [REDACTED] then told him that he didn't have anything to worry about, and that he should produce the books that they asked for.

b7C

58-5008 - 8

MI 58-81

"Since that night, I have never discussed Frank's tax problem [redacted] and have not been present when he [redacted] may have discussed it. The only other time I was in the company of the two of them was on a Saturday night, I think the first one in October at Gallagher's restaurant, at which time [redacted] was there later in the evening. Also present during that evening was [redacted] and [redacted] daughter. Nothing pertaining to Frank's problem was discussed in my presence or hearing that night.

b7C

"The next day [redacted] called me during the afternoon, while I was at Allotia and told me that he had seen FBI agent and they had seen him at Gallagher's the night before. He then told me that he had seen Balistreri 3 or 4 times since I had introduced them.

b7C

"I have read this statement of one and a half pages and it is true and correct to the best of my recollection. /S/ [redacted]

"Sworn to and Subscribed
before me this Dec. 12, 1961

/S/ [redacted]
Special Agent FBI Milwaukee

"Witness: /S/ [redacted] Special Agent FBI Milwaukee"

b7C

In addition to the information in the statement, [redacted] also furnished the following information:

[redacted]
[redacted] on a number of occasions, but has never been with them at Gallagher's restaurant and knows absolutely nothing about [redacted] contact with BALISTRERI.

b7C

b7D

58-5008 - 8

MI 58-81

[redacted] claimed to be unable to more closely fix the date of events leading up to it or the meeting which he arranged at the Fireside Restaurant between BALISTRERI [redacted] and at which he was present. He insists that [redacted] name was not mentioned to him [redacted] when the latter asked him to put BALISTRERI in touch with a "good tax man."

b7C

He said that no name was mentioned, but that his first thought was [redacted] because of his acquaintance with him and knowledge that he was [redacted]

[redacted] He was asked why he had not simply referred BALISTRERI [redacted] office during working hours, but had instead arranged a meeting at Fireside Restaurant, and he shrugged without answering this question. He said that he has been audited a number of times [redacted] as have various of his employees and when one of them received a notice of audit and asked him about it he told them to go to [redacted] to see what it was about. He was asked why he did not handle instant request in the same manner, and he had no answer except that he was trying to do a favor for [redacted] a very good friend of his.

b7C

He said that very definitely he was not in Gallagher's [redacted] on any occasion except on a Saturday night which he believed to be the first Saturday in October and that he did not overhear any of the conversation pertaining to tax matters between BALISTRERI [redacted] on that occasion. He also insisted that he had never observed or been informed of any other meetings between BALISTRERI [redacted] except the one just referred to at Gallagher's and the initial meeting which he arranged at the Fireside Restaurant, until after October 7, 1961, when [redacted] called him on the telephone at Alioto's and told him that he had observed a FBI Agent as he left Gallagher's the previous night and then went on to tell [redacted] that; he [redacted] had had three or four meetings with BALISTRERI since they were introduced. He also said that [redacted] had never discussed with him during the interim between the Fireside Restaurant introduction and October 7, 1961, FRANK BALISTRERI's tax problem.

b7C

FEDERAL BUREAU OF INVESTIGATION

Date December 13, 1961

[redacted]

b7C

He was interviewed at the FBI Office, Milwaukee, and at the outset of the interview said that he was willing to be placed under oath and also he was advised that he did not have to talk to Agents, that he had a right to consult with an attorney, and that any information he did furnish would be carefully recorded and could be used against him. He said that he would furnish any information in his possession.

At the conclusion of the interview the following sworn statement was prepared, read by [redacted] and signed by him:

"Milwaukee, Wisconsin
December 11, 1961

"I, [redacted] being duly sworn, make the following free and voluntary statement to [redacted] who I know to be Special Agents of the FBI. No threats or violence have been used to induce me to make this statement and I know that it can be used against me in a court of law. I have been advised that I do not need to make a statement and of my right to consult with an attorney. The following is my best recollection.

b7C

"Sometime during the summer of 1961, Frank Balistrieri called me on the phone and told me that he was having some tax difficulties and asked me if I could put him in touch with a good tax man. I told him that [redacted] had one. On the same day I called [redacted] and told him that Frank needed a good tax man. At this time I was thinking of the man who handles tax matters for [redacted] and his company. I saw [redacted] that same night and he told me that he had arranged a meeting between Frank Balistrieri and [redacted] man, whom I may have met previously, but who was not known to me socially. This could have been the next night after I asked Art for a tax man to help Frank.

b7C

58-5008 - 8

On 12/11/61 at Milwaukee, Wisconsin File # MI 58-81

by SA [redacted] /ams

b7C

Date dictated 12/13/61

MI 58-81

"Within that same week, I again saw [redacted] and he told me that he had put Frank Balistrieri together and they had met at the Fireside Restaurant. On a Saturday night, shortly after this and possibly the same week, [redacted] were at Aliotos, 3041 Lovers Lane, and [redacted] introduced [redacted] to me as an [redacted] man working on corporation matters. Since then I have become pretty well acquainted with [redacted] having seen him 10 or 12 times at Aliotos and twice at Gallagher's restaurant. [redacted] was with him on most of these occasions, as was [redacted]

[redacted] Frank Balistrieri was not present on any of these occasions at Aliotos, but was with [redacted] during the times that he was at Gallaghers.

"Frank's tax matters were not discussed in my presence on any occasion, and I did not discuss them with either Balistrieri [redacted]

"I have read this statement of on [redacted] and a fraction pages, and it is true and complete to the best of my recollection.

/s/ [redacted]
Sworn to and subscribed

before me this Dec. 11, 1961.

/s/ [redacted]
FBI - Milwaukee, Wisc.

"Witness: [redacted] Special Agent F.B.I.
Milwaukee"

[redacted] was questioned at some length prior to the preparation of the statement, particularly as to whether or not [redacted] name had been mentioned to him by BALISTRIERI at the time BALISTRIERI said he wanted a "good tax man" and/or whether BALISTRIERI had mentioned that he wanted to be put in touch with an Internal Revenue Employee.

58-5008 - 8

MI 58-81

[redacted] insisted that this was not the case and also that he did not mention [redacted] when he related BALISTRERI's request [redacted] but called [redacted] because he knew that [redacted] had, on a retainer basis, a very good tax man. He did not mention this man's name to [redacted] but said he was somewhat surprised when [redacted] called him back and said that he [redacted] had arranged [redacted] to meet BALISTRERI.

b7C

58-5008 - 8

NI 58-81

On December 13, 1961, the facts in this matter were again thoroughly discussed with United States Attorney, JAMES B. BRENNAN, who said that after full consideration of all the aspects of this case, he planned to contact the Department of Justice and advise them that he intended to authorize the filing of a complaint and the issuance of a warrant against BALISTRIERI, charging a violation of Title 18, Section 201, United States Code, and that he would contact this office after he had consulted with the Department as to his final decision.

58-5008-8

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI (58-5008-2)
ATTN: SPECIAL INVESTIGATIONS DIVISION

DATE: 12/14/61

FROM : SAC, MILWAUKEE (58-81)

SUBJECT: FRANK PETER BALISTRIERI, aka;
[REDACTED]
BRIBERY-AR

Rerep SA [REDACTED] Milwaukee, dated 12/13/61, copies of which are enclosed herewith for the Bureau. Reference is also made to telephone conversation between Milwaukee and Inspector [REDACTED] 12/13/61, and to Chicago airtel to the Bureau dated 12/11/61, entitled "Activities of Top Hoodlums in the Chicago Area."

For the information of the Bureau and Chicago the facts in captioned bribery case involving BALISTRIERI [REDACTED] have been thoroughly discussed with USA JAMES B. BRENNAN in conjunction with the over-all aspects of the BALISTRIERI Anti-Racketeering case and the IRS case involving BALISTRIERI.

Mr. BRENNAN is of the opinion that the facts in the bribery case are sufficient to constitute a violation of the Bribery Statute, Sec. 201, T18, U.S. Code. He said he was willing to authorize signing of a complaint and the issuance of a warrant based on the facts in this case as they now stand and would be willing to take the matter before the Grand Jury if that is required and on into Federal Court. He feels in addition to the possibility of actually convicting BALISTRIERI on the bribery case, the issuance of a warrant on the facts in this case is justified when the over-all affects on the investigation against BALISTRIERI are considered due to the following facts:

EX-106

REC-28

58-5008-9

- 4-Bureau (58-5008-2) (Enc.-4) (AM)
- 1-Chicago (1-92-3116)
- 2-Chicago (1-92-414) (1-92-350)
- 4-Milwaukee (2-58-81) (1-92-210), (1-94-316)
- JAH/jah
- (10)

16 DEC-18-1961

ENCLOSURE

58-5008 -
62 DEC 28 1961

[REDACTED]

b7C
92-3116
b7C
EX-106
REC-28
16 DEC-18-1961
b7C
STAN. SECT.

MI 58-81

As the Bureau is aware, highly confidential sources of this office [redacted] have furnished information that [redacted]

b2
b7D
b7C

It is on

the basis of these operations that [redacted]

Referral/Direct

He is aware of the fact that BALISTRERI spends a portion of each day in [redacted] which is actually his (BALISTRERI's) [redacted] on which he and this office have discussed in this matter, is to effect the apprehension of BALISTRERI at this place which will enable arresting Agents to observe enough upon which a search warrant can be issued for these records and thereby probably provide [redacted] with the information they need to make perjury cases and tax cases against BALISTRERI.

b7C

It is also believed likely that BALISTRERI's business operations would be materially affected as far as the local authorities are concerned based upon information obtained from these records because of the fact that he has several taverns under his actual control but ostensibly operated by other individuals in violation of local ordinances.

58-5008 - 9
Mr. BRENNAN enthusiastically supports this plan of action but is required by departmental regulations to consult with the Department, and in this regard he contacted [redacted] Special Assistant, Criminal Division, who is handling this particular case for the Department. Mr.

b7C

MI 58-81

b7C

[] apparently is not completely aware of the possibilities from this plan of action and desires to see and study the attached report along with previously submitted report in this case.

For the Bureau's information it does not appear likely that additional investigation other than re-interview of [] will be productive to strengthen instant case and as pointed out in the administrative section of the enclosed report, such re-interview is not deemed advisable at this time.

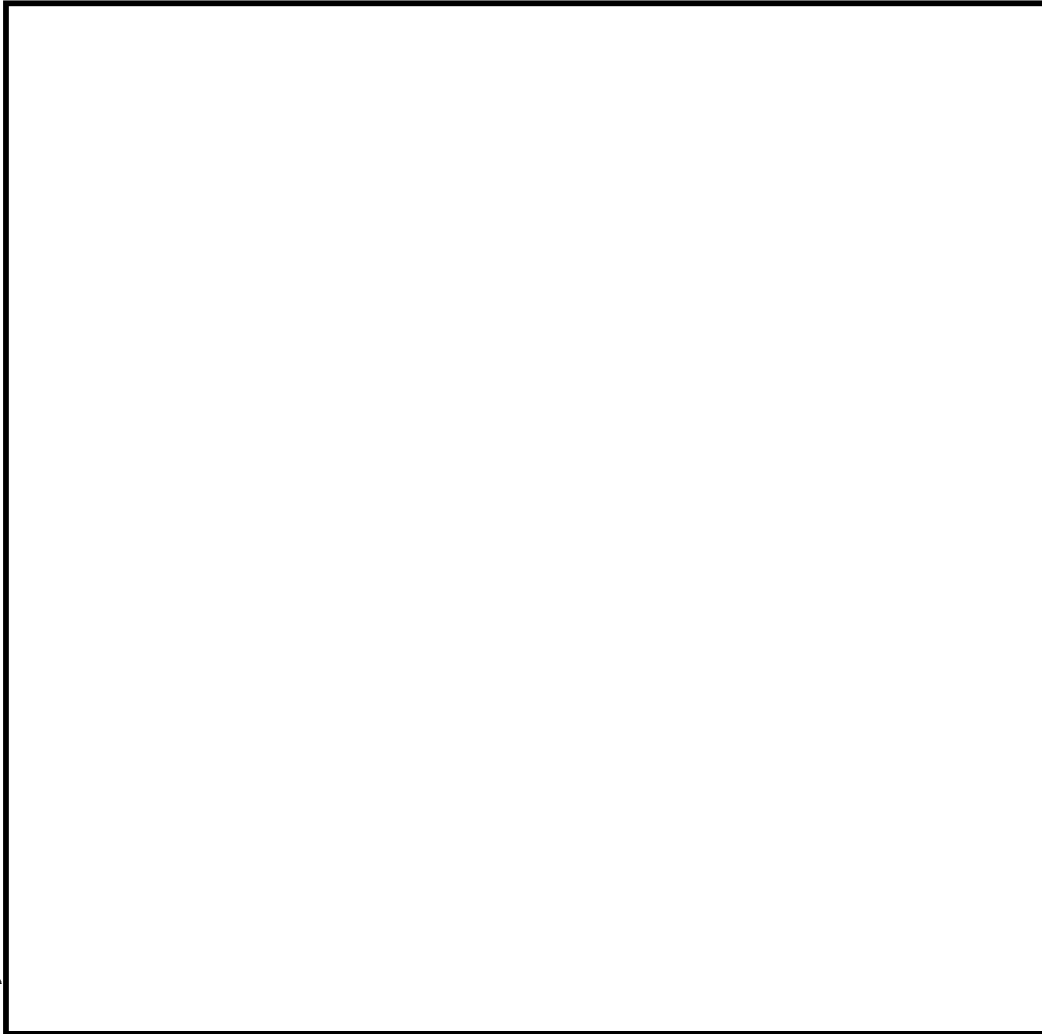
b7C

The Bureau should also consider an over-all Bureau problem of gathering intelligence based upon information in referenced Chicago airtel plus the following information which Milwaukee has obtained relative to the matters discussed between [] beginning with page 5, last paragraph in referenced airtel. Milwaukee's information pertinent to the transaction discussed between these two hoodlums is as follows:

b7C

b7C

MI 58-81



b7C

An informant of the Milwaukee Office advised that [redacted] was introduced to him as a close friend of FRANK BALISTRIERI.

b7C

If Chicago has any observations pertinent to the action proposed against BALISTRIERI on the basis of the Bribery case, they should furnish same to the Bureau and Milwaukee.

1/8/62

Airtel

To: SAC, Milwaukee (58-81)
From: Director, FBI (58-5008)
FRANK/PETER BALISTRERI;
[REDACTED]
BRIBERY

Rerep SA [REDACTED] 1/13/61.

By return airtel advise any recent developments in this case. Determine also if USA, Milwaukee, has reached final decision as to prosecution.

NOTE: [REDACTED] through whom Frank Balistreri attempted to obtain information from [REDACTED] files. Balistreri entertained [REDACTED] on several occasions at night club operated by Balistreri. [REDACTED] has admitted furnishing limited oral information to Balistreri. Anonymous source advised that Balistreri's personal files contain [REDACTED]

[REDACTED] USA, Milwaukee, of opinion facts probably sufficient to issue complaint against Balistreri for bribery and planned to consult Department after which he would render final decision.

VFL:asg
(4)

58-5008 - 10

MCT 32 58-5008-10



REC-4

19 JAN 9 1962

51 JAN 12 1962

1/15/62

AIRTEL

To: SAC, Milwaukee (58-81)

From: Director, FBI (58-5008) - 11

RECEIVED 1/17/62
FRANK JAMES PATTERSON;

BRIEBRY

EX-113

Re undated Milwaukee airtel received 1/12/62.

Promptly advise [redacted] that their investigation of possible leaks in Milwaukee [redacted] Office will in no way interfere with Bureau investigation of this case and should not be held in abeyance because of it.

[redacted] headquarters similarly advised by liaison on January 11, 1962.

1 - Chicago

58-5008 - 11

NOTE: Although no such request made, [redacted] held in abeyance administrative inquiries into possible leaks into Milwaukee [redacted] Office pending completion of investigation in this case. Department has advised USA, Milwaukee that it does not desire prosecution of subject for bribery based on present facts. b7C

VFL:mac
(5)

MAILED 27

JAN 15 1962

COMM FBI

JAN 19 1962

MAIL ROOM

TELETYPE UNIT

F B I

Date:

Transmit the following in AIRTEL
(Type in plain text or code)Via _____
(Priority or Method of Mailing)

TO: Director, FBI (58 - 5008)

FROM: SAC Milwaukee (58-81)

FRANK PETER BALISTRIERI;

[REDACTED]
BRIBERY

b7C

Rebuairtel 1/8/62.

Info from various informants that Balistrieri now Italian Hood leader Milwaukee to replace [REDACTED] which event formalized at testimonial dinner 12/27/61 [REDACTED] concerning which Bureau has been advised in Weekly Criminal Intelligence Summary submitted December 29, 1962.

b7C

Upon receipt of reairtel, USA BRENNAN contacted as to whether he had received any word from Department as to prosecution in instant case. BRENNAN advised that he has received instructions from DJ attorney [REDACTED] not to proceed with prosecution on Bribery case.

BRENNAN said that [REDACTED] and another assistant from Washington to be in Milwaukee 1/15/62 to discuss procedure to be followed in defending BALISTRIERI's motion to enjoin [REDACTED] from inquiring into his tax liability for years beyond the 3 years period. In order to inquire further, [REDACTED] must show info indicating fraud, and they intend to use BALISTRIERI's contact [REDACTED] as evidence of his intent to defraud.

b7C

Bureau will be kept informed of this [REDACTED] 58-5008 - 11
requested to inform [REDACTED] authority Chicago
that it is unobjectionable to this Bureau for [REDACTED] to proceed with administrative inquiry as to [REDACTED] and other potential leaks [REDACTED] asked 1/9/62 as to status of our investigation, and said that his service is most anxious to proceed with their own administrative inquiry.

b7C

Approved: *JSK*

Special Agent in Charge

Sent

10 JAN 12 1962

M Per

EX 113

REC 12

58-5008 - 11

*Antel to ME
1-13-62
D.C. - WCH
J.F.L. - mac*

*Loc 10
10 JAN 12 1962
JAN 12 1962*

FBI

Date: 2/20/62

Transmit the following in PLAIN TEXT

(Type in plain text or code)

Via AIRTEL

AIR MAIL

(Priority or Method of Mailing)

TO: DIRECTOR, FBI (58-5008) ATTN: [REDACTED]

FROM: SAC, MILWAUKEE (58-81) -P-

RE: FRANK PETER BALISTRERI;

[REDACTED]

OO: MILWAUKEE

Re Bureau call to Milwaukee and Milwaukee call to Bureau today.

It has been reported that [REDACTED] allegedly said he had available to him a "quarterly report" prepared [REDACTED] regarding FRANK PETER BALISTRERI. The words "quarterly report" were never mentioned by FBI agents in the Milwaukee Office [REDACTED] or by him to agents in various interviews. This particular phraseology was overheard by a highly confidential source and was not mentioned purposely to protect this source.

58-5008 - 12

It has been reported that FBI agents in Milwaukee told [REDACTED] [REDACTED] had discussed Organized Crime Division reports with BALISTRERI and that [REDACTED] had admitted to the FBI having access [REDACTED] reports on BALISTRERI. Between the time our confidential source furnished initial information as to [REDACTED] and the date [REDACTED] was positively identified [REDACTED] several efforts were made to identify [REDACTED] through questioning [REDACTED]

The words "quarterly report" were mentioned to these individuals and to [REDACTED] assistant. No other individuals outside the Bureau were made aware of this phraseology and the purpose in discussing it with these individuals was to determine if there were such a thing as

3-Bureau (58-5008)

1-Milwaukee (58-81)

JLK:mg

(4)

EX 101

3 MAR 7 1962

Approved: [REDACTED]

Special Agent in Charge

Sent

REC'D

25 FEB 28 1962

FBI

Date 2/20/62

Transmit the following in _____
(Type in plain text or code)Via _____
(Priority or Method of Mailing)

MI 58-81

a "quarterly report" and who by the name of [redacted] would have access to it, in an effort to identify [redacted] has never admitted to our agents having access to any [redacted] reports on BALISTRIERI. b7C

It has been reported that IRS Inspector ADOLPH ZEMAN talked to Milwaukee agents on 2/7/62 and we told [redacted] we knew nothing about the above matter after which our agents subsequently [redacted] for telling [redacted] in Chicago about our discussion [redacted] involving "quarterly reports." [redacted] was never told that we knew nothing about this matter. The fact is, [redacted] remarked that he had questioned [redacted] about a "quarterly report" [redacted] had denied ever seeing such report, knowing about it or mentioning it to BALISTRIERI. [redacted] also said that the FBI report on the case failed to mention anything about a "quarterly report." At this point, since it was evident [redacted] knew something about a "quarterly report" he was advised that reference to such a report had purposely been left out of our report and [redacted] had never been questioned about it because of the possibility of jeopardizing the Bureau's informant in this matter. At this point [redacted] was cautioned that if he persisted in making a point [redacted] about a "quarterly report" it could very well result in compromising our informant and he said he would not do this. b7C

58-5008 - 12

Following the interview of 2/7/62 [redacted] the Milwaukee agent did have occasion to talk [redacted] and did not "chew him out." The agent mentioned [redacted] that because [redacted] had mentioned a "quarterly report" [redacted] had in turn questioned [redacted] about it, there was a possibility of compromising our informant. [redacted] apologized but said [redacted] had a "club over his head" based on [redacted] regulation available to [redacted] requiring a full disclosure of all information in his possession regarding this case. b7C

It has been reported that the [redacted] Chicago is of the belief that our Milwaukee agents did not tell [redacted] everything they had told [redacted] about this matter. This

-2-

Approved: _____ Sent _____ M Per _____
Special Agent in Charge

FBI

Date. 2/20/62

Transmit the following in _____
(Type in plain text or code)Via _____
(Priority or Method of Mailing)

MI 58-81

is not true. We held nothing back from [] which we told [] except for the words "quarterly report" and even this was acknowledged when it was apparent [] had information about it.

The Milwaukee Office has meticulously followed the policy of keeping [] Milwaukee, fully informed of this matter as required, and there was certainly no effort to keep from the [] any material information re our investigation of [] which we had previously given to the local Milwaukee office [] Reference to the "quarterly report" mentioned above was made to a very limited degree for the obvious purpose of protecting our confidential source and it appears that there is no real basis for any misunderstanding in this matter. I have personally kept [] [] Chicago advised of developments as required.

58 5008 - 12

Approved: _____ Sent _____ M Per _____
Special Agent in Charge

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE MILWAUKEE	OFFICE OF ORIGIN MILWAUKEE	DATE 3/19/62	INVESTIGATIVE PERIOD 2/7-21/62
TITLE OF CASE FRANK PETER BALISTRIERI, aka; JOHN ENGLER, JR.		REPORT MADE BY SA [REDACTED]	TYPED BY bs
		CHARACTER OF CASE BRIBERY	

REFERENCE

Report SA [REDACTED] dated 12/13/61 at Milwaukee.

58-5008 - 18

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE		58-5008-13	REC-28
4 Bureau (58-5008-2) 1 USA Milwaukee 1 Milwaukee (58-81)		MAR 23 1962 [Stamp: 27]	
DISSEMINATION/RECORD OF ATTACHED REPORT			
AGENCY	DATE	INITIALS	
RECEIVED	3/21/62	3/23	
FILED	3/21/62	Reason	

8 APR 2 1962

COVER PAGE 1A

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 USA Milwaukee

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Report of:
Date:

SA [redacted]
March 19, 1962

Office: Milwaukee

Field Office File No.:

MI 58-81

Bureau File No. 105-1000-2

Title:

FRANK PETER BALISTRERI;
JOHN DENTON, JR.

Character:

BRIBERY

Synopsis:

[redacted] advised [redacted] in Florida
2/20--3/2/61 with various Milwaukee Italian-
Americans. USA declines prosecution.

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DETAILS:

At Milwaukee, Wisconsin:

On February 7, 1962, [redacted]
[redacted] Chicago, Illinois, while in
Milwaukee discussing captioned case, furnished the
following information, which he obtained as a result
of the administrative inquiry being conducted by [redacted]

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Shortly after [redacted] Milwaukee,
instituted investigation as to FRANK PETER BALISTRERI.

He agreed to go and at the time they were leaving
learned that he, [redacted] would

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go together and stay together [redacted] at the [redacted] Hotel. Also included in the party, as he found out at the time, were [redacted] these individuals stayed [redacted] at the [redacted] Hotel.

All of the group met at Fazio's on 5th and proceeded to Florida in two automobiles [redacted]

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[redacted] furnished to [redacted] and he furnished to reporting Agent a list of telephone calls made by these individuals from the [redacted] Hotel during the time they were there, and the calls are as follows:

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Calls charged [redacted]:

February 26, 1961, [redacted]

February 28, 1961, [redacted]

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March 1, 1961, [redacted]

March 8, 1961, [redacted]

March 9, 1961, [redacted]

March 9, 1962, [redacted]

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Calls charged to [redacted]

February 20, 1961, [redacted]

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February 20, 1961, [REDACTED]

February 22, 1961, [REDACTED]

February 22, 1961, [REDACTED]

February 27, 1961, [REDACTED]

Calls charged to [REDACTED]

February 22, 1961, [REDACTED]

February 23, 1961, [REDACTED]

February 26 and March 14, 1961, [REDACTED]

February 21, 26 and March 7, 1961, [REDACTED]

Calls charged to [REDACTED]

March 2, 1961, [REDACTED]

Calls charged to [REDACTED]

February 20 and 24, 1961, [REDACTED]

February 25, 1961, [REDACTED]

On February 21, 1962, United States Attorney JAMES B. BRENNAN stated that the facts developed in this investigation were not sufficient to bring it within the purview of the Federal Bribery statute; and therefore, he declined prosecution.

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DECODED COPY

Tolson _____
 Belmont _____
 Mohr _____
 Callahan _____
 Conrad _____
 DeLoach _____
 Evans _____
 Malone _____
 Rosen _____
 Sullivan _____
 Tavel _____
 Trotter _____
 Tele. Room _____
 Holmes _____
 Gandy _____

☒ Radio

☐ Teletype ^{b7C}

DEFERRED 5-10-62

TO DIRECTOR

FROM SAC, MILWAUKEE 101611

FRANK PETER BALISTRIERI, AR, WEEKLY SUMMARY, [REDACTED]

WEEKLY SUMMARY IN THIS MATTER HAS NOT BEEN SUBMITTED FOR THE PAST TWO WEEKS FOR LACK OF INFO OF VALUE FROM SOURCE. CLOSE ATTENTION WILL BE AFFORDED TO DETERMINE DESIRABILITY OF CONTINUING THIS COVERAGE AND TO DETERMINE WHETHER MORE PRODUCTIVE COVERAGE CAN BE OBTAINED AS TO THE IDENTITIES OF SUBJECT AND HIS COHORTS.

RECEIVED: 1:54 PM HL

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MAY 11 1962

EX-115

62 MAY 16 1962

If the intelligence contained in the above message is to be disseminated outside the Bureau, it is suggested that it be suitably paraphrased in order to protect the Bureau's cryptographic systems.

FEDERAL BUREAU OF INVESTIGATION
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